ORDINANCE NO. 18- 07

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF COMMERCE, TEXAS, AMENDING ORDINANCE NO. 17-13 ADOPTING THE 2017 – 2018 BUDGET OF THE CITY OF COMMERCE, AND PROVIDING FOR THE APPROVAL OF THE AMENDMENTS SET FORTH IN EXHIBIT A, SUCH AMENDMENTS BEING FOR MUNICIPAL PURPOSES; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City Council adopted a fund-level budget for Fiscal Year 2017 - 2018;

WHEREAS, circumstances have arisen during the fiscal year which have, or will require the expenditure of additional funds in some of the line items of the budget, and for which there is more than adequate funding in the line items of the budget; and

WHEREAS, Section 26.4a of the City Charter allows for the adoption or amendment of a budget or the assessment of levy of taxes to be approved on the first reading; and

WHEREAS, the City Council finds the amendments in the funds identified in Exhibit A are reasonable, necessary, and for municipal purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF COMMERCE, TEXAS AS FOLLOWS:

SECTION 1. FINDINGS. The City Council finds the statements made in the preamble above are true.

SECTION 2. BUDGET AMENDMENTS. The City Council approves the budget amendments in the attached Exhibit A, a copy of which is incorporated herein for all purposes.

SECTION 3. EFFECTIVE DATE. This Ordinance shall take effect immediately from and after its passage.

PASSED AND APPROVED on the first reading at a regular meeting of the City Council of the City of Commerce, Texas on this the 18th day of September, 2018.

ATTEST:

Molly Jacobsen, City Secretary

CITY OF COMMERCE:

Wyman Williams, Mayor

(seal)

Approved as to Form:

Patricia Adams, City Attorney

I, Molly Jacobsen, City Secretary of the City of Commerce, Texas, do hereby certify that the above is a true and correct copy of a Resolution, and that the same has not been repealed and is in full force and effect.

(Seal)

Molly Jacobsen, City Secretary

Sworn to and subscribed before me, on this the 19th day of September 2018 to certify which witness my hand and seal of office.

Notary Public, State of Texas

(Seal)

BECKY PATTILLO
Notary Public
STATE OF TEXAS
My Comm. Exp. 05-01-2019

EXHIBIT A

(see Amended Budget Document)

FUND 02 - WATER FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	2,014,697	$	2,014,697		
License & Permits	$	5,500	$	11,160		
Charges for Services	$	1,723,655	$	1,736,672		
Rents & Leases	$	24,824	$	23,413		
Misc. Revenue	$	2,800	$	12,272		
Cooper Lake	$	360,000	$	340,727		
TOTAL REVENUES	**$**	**2,116,779**	**$**	**2,124,245**		
TOTAL AVAILABLE FUNDS	**$**	**4,131,476**	**$**	**4,138,942**		
EXPENDITURES						
Water Production	$	1,891,911	$	2,118,853	$	226,942
Water Distribution	$	282,398	$	652,716	$	370,317
TOTAL APPROPRIATIONS	**$**	**2,174,309**	**$**	**2,771,568**	**$**	**597,259**
ENDING BALANCE	**$**	**1,957,168**	**$**	**1,367,374**		
AVAILABLE FOR RESERVE		90%		49%		

The increase in expenses to the Water fund are greatly related to necessary plant repairs that were required by TCEQ.
These repairs included replacing gear box and motor for Clarifier #1, and replacing the filter media in 3 of the 6 filters.
In addition to these repairs we also had 4 major leaks on the Horton gathering line and 3 major leaks on the lake transmission line

FUND 03 - WASTEWATER FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	1,756,729	$	1,756,729		
License & Permits	$	3,000	$	4,385		
Charges for Services	$	2,842,000	$	2,696,432		
Misc. Revenue	$	1,000	$	103,785		
TOTAL REVENUES	**$**	**2,846,000**	**$**	**2,804,602**		
TOTAL AVAILABLE FUNDS	**$**	**4,602,729**	**$**	**4,561,331**		
EXPENDITURES						
Wastewater Treatment	$	1,031,183	$	1,080,000	$	48,816
Wastewater Collection	$	208,078	$	703,182	$	495,104
Solid Waste Collection	$	904,500	$	1,052,302	$	147,802
TOTAL APPROPRIATIONS	**$**	**2,143,761**	**$**	**2,835,484**	**$**	**691,723**
ENDING BALANCE	**$**	**2,458,967**	**$**	**1,725,847**		
AVAILABLE FOR RESERVE		115%		61%		

The increase in expenses to Wastewater fund is related to Esculent Pumps motor and shafts had to be rebuilt twice
The depreciation expense was also excluded from the original budget.

FUND 05 - EQUIPMENT SERVICE FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	967,337	$	967,337		
Rents & Leases	$	155,000	$	147,371		
Misc. Revenue	$	-	$	333		
Other Financing Sources	$	-	$	3,416		
TOTAL REVENUES	**$**	**155,000**	**$**	**151,120**		
TOTAL AVAILABLE FUNDS	**$**	**1,122,337**	**$**	**1,118,458**		
EXPENDITURES						
Capital Outlay Equipment	$	102,000	$	201,379	$	99,379
TOTAL APPROPRIATIONS	**$**	**102,000**	**$**	**201,379**	**$**	**99,379**
ENDING BALANCE	**$**	**1,020,337**	**$**	**917,079**		
AVAILABLE FOR RESERVE		1000%		455%		

The increase in expenses to Equipment Service fund is related to Depreciation Expense was excluded from original budget

FUND 06 - DEBT SERVICE FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	61,193	$	61,193		
Taxes	$	607,561	$	603,348		
Misc. Revenue	$	-	$	165		
Other Financing Sources	$	-	$	515,764		
TOTAL REVENUES	**$**	**607,561**	**$**	**1,119,277**		
TOTAL AVAILABLE FUNDS	**$**	**668,754**	**$**	**1,180,470**		
EXPENDITURES						
Misc. Expenses	$	604,371	$	606,727	$	2,356
TOTAL APPROPRIATIONS	**$**	**604,371**	**$**	**606,727**	**$**	**2,356**
ENDING BALANCE	**$**	**64,383**	**$**	**573,743**		
AVAILABLE FOR RESERVE		11%		95%		

The increase in expenses to Debt Service fund is related the omittance of the Paying Agent Fee for our bonds from the original budget numbers

FUND 07 - GRANT FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	406	$	406		
Grant Revenue	$	-	$	370,174		
Misc. Revenue	$	-	$	2,915		
TOTAL REVENUES	**$**	**-**	**$**	**373,089**		
TOTAL AVAILABLE FUNDS	**$**	**406**	**$**	**373,495**		
EXPENDITURES						
TAP Sidewalk Grant	$	-	$	358,490	$	358,490
Centennial Park Grant	$	-	$	-	$	-
TOTAL APPROPRIATIONS	**$**	**-**	**$**	**358,490**	**$**	**358,490**
ENDING BALANCE	**$**	**406**	**$**	**15,005**		
AVAILABLE FOR RESERVE		#DIV/0!		4%		

The increase in expenses to Grant fund is related a change in Accounting Practices.
After previous audit accurate accounting practices have been put in place after the budget had been adopted.

FUND 11 - AIRPORT FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	7,775	$	7,775		
Intergovernmental	$	-	$	5,270		
Rentals & Leases	$	2,000	$	1,355		
Charges for Services	$	48,500	$	106,593		
Misc. Revenue	$	1,585	$	1,358		
Other Financing Sources	$	20,000	$	-		
TOTAL REVENUES	**$**	**72,085**	**$**	**114,575**		
TOTAL AVAILABLE FUNDS	**$**	**79,860**	**$**	**122,350**		
EXPENDITURES						
Airport Expenses	$	60,575	$	120,386	$	59,811
TOTAL APPROPRIATIONS	**$**	**60,575**	**$**	**120,386**	**$**	**59,811**
ENDING BALANCE	**$**	**19,285**	**$**	**1,964**		
AVAILABLE FOR RESERVE		32%		2%		

The increase in expenses to Airport fund is due an increase in fuel purchases and reallocation of expenses from Community Dev

FUND 14 - RECREATION FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	44,339	$	44,339		
Charges for Services	$	61,000	$	56,817		
Misc. Revenue	$	13,075	$	3,835		
Other Financing Sources	$	-	$	8,157		
TOTAL REVENUES	**$**	**74,075**	**$**	**60,651**		
TOTAL AVAILABLE FUNDS	**$**	**118,414**	**$**	**104,990**		
EXPENDITURES						
Recreation Expenses	$	74,000	$	97,699	$	23,699
TOTAL APPROPRIATIONS	**$**	**74,000**	**$**	**97,699**	**$**	**23,699**
ENDING BALANCE	**$**	**44,414**	**$**	**7,291**		
AVAILABLE FOR RESERVE		60%		7%		

The increase in expenses to Recreation Fund is due to an increase in seasonal staffing for an increase in supervision
The increase in seasonal staff decreased the overtime expense in the General Fund for the Fulltime staff.
There was also an increase in Baseball expense due to the purchase of new equipment in order to comply with new safety standards.

FUND 32 - MUNICIPAL COURT TECHNOLOGY FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	29,292	$	29,292		
Fines & Forfeits	$	2,000	$	1,633		
TOTAL REVENUES	**$**	**2,000**	**$**	**1,633**		
TOTAL AVAILABLE FUNDS	**$**	**31,292**	**$**	**30,925**		
EXPENDITURES						
Maintenance - Equipment	$	-	$	2,119	$	2,119
TOTAL APPROPRIATIONS	**$**	**-**	**$**	**2,119**	**$**	**2,119**
ENDING BALANCE	**$**	**31,292**	**$**	**28,807**		
AVAILABLE FOR RESERVE		#DIV/0!		1360%		

The increase in expenses to Mun Court Tech Fund is due to the purchase of 3 new computers to be used in the court.

FUND 40 - EMPLOYEE TRUST FUND		FY 2018 ADOPTED BUDGET		FY 2018 AMENDED BUDGET		CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES						
Beginning Balance	$	93,926	$	93,926		
Taxes	$	617,217	$	667,784		
Miscellaneous Revenue	$	400	$	630		
TOTAL REVENUES	**$**	**617,217**	**$**	**667,784**		
TOTAL AVAILABLE FUNDS	**$**	**711,143**	**$**	**761,710**		
EXPENDITURES						
Personnel Services	$	600,000	$	678,827	$	78,827
TOTAL APPROPRIATIONS	**$**	**600,000**	**$**	**678,827**	**$**	**78,827**
ENDING BALANCE	**$**	**111,143**	**$**	**82,883**		
AVAILABLE FOR RESERVE		19%		12%		

The increase in expenses to Employee Trust Fund is due to the under estimation of Insurance expense